

CANADIAN RETIREMENT BENEFITS

CPP & OAS

Understanding Canadian benefits as part of your retirement planning.

Age of Eligibility

Canada Pension Plan

Eligible to start CPP as early as 60 or as late as 70



0.6% decrease for each month paid prior to age 65

0.7% increase for each month of delay over age 65



\$11,005 Current Maximums* **\$24,418**

Old Age Security

Eligible to start OAS as late as 70



OAS payments increase by 0.6% for every month delayed, up to a maximum increase of 36% at age 70.

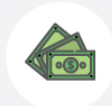
\$8,732 Current Maximums* **\$11,876**

\$17,196*

Current maximum CPP amount per year @ age 65
CPP amount is based on:



Age you start your pension



Your contributions



Average annual earnings

\$8,732*

Current maximum OAS amount per year
OAS amount is based on:



Years living in Canada since age 18

Receive maximum if you lived in Canada for **40 years**.
Receive pro-rated amount if lived in Canada **10 to 40 years**.

* As of January 2025

Other Considerations



Fully taxable



Lifetime payments



Indexed to inflation



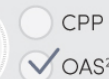
Eligible for income splitting



Application required to start benefit



²Clawback based on income



¹An application for OAS is needed in some cases.

OAS Clawback

The clawback threshold is indexed each year in the same manner as federal tax brackets and personal tax credits.

Ages 65-74

The OAS Clawback starts at a net income of \$93,454 and ends at \$151,668.

Ages 75+

The OAS Clawback starts at a net income of \$93,454 and ends at \$157,490.

Related Pensions

Canada Pension Plan

- CPP disability pension
- CPP survivor pension
- CPP death benefit
- CPP child benefit

Old Age Security

- CPP disability pension
- CPP survivor pension
- CPP death benefit
- CPP child benefit

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